STATE OF IOWA

DEPARTMENT OF COMMERCE

UTILITIES BOARD

IN RE:

DOCKET NO. HLP-04-0001

MAGELLAN AMMONIA PIPELINE, LP

DECISION AND ORDER GRANTING PERMIT

(Issued January 28, 2005)

On March 5, 2004, Magellan Ammonia Pipeline, LP (Magellan), filed a petition in the above-referenced docket with the Utilities Board (Board) requesting a permit to operate and maintain an existing hazardous liquid pipeline pursuant to Iowa Code § 479B.4 (2003). Magellan filed supplemental filings to Exhibits A and B of the petition on August 20, 2004. Magellan requests a pipeline permit for approximately 2.3 miles of 4-inch diameter pipeline for the transportation of anhydrous ammonia to the Terra Chemical Plant in Woodbury County. The pipeline was constructed in 1977.

lowa Code § 479B.4 (2003) provides that any pipeline company currently owning or operating a hazardous liquid pipeline in lowa shall be issued a permit upon filing a petition stating the name of the applicant, principal office and place of business, legal and general description of the route, and map. Section 479B.4 further requires the applicant establish that its financial condition is satisfactory pursuant to lowa Code § 479B.13 (2003).

The Board has reviewed Magellan's request for a permit and finds that

the petition substantially complies with the requirements set forth in Iowa Code § 479B.4 (2003). With regard to the requirements of Iowa Code § 479B.13 (2003), Magellan has satisfactorily demonstrated that it has property subject to execution within the state, other than pipelines or underground storage facilities, of a value in excess of \$250,000. Therefore, Magellan's petition requesting a hazardous liquid pipeline permit is granted. Pursuant to Iowa Code § 479B.13 (2003), a permit will be issued simultaneously with this order.

IT IS THEREFORE ORDERED:

The petition for a permit to operate and maintain a hazardous liquid pipeline filed by Magellan Ammonia Pipeline, LP, on March 5, 2004, as amended on August 20, 2004, is granted.

/s/ Diane Munns /s/ Mark O. Lambert ATTEST: /s/ Judi K. Cooper Executive Secretary /s/ Elliott Smith

Dated at Des Moines, Iowa, this 28th day of January, 2005.